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particular bill is to benefit all policyholders, not just a few.

SENATOR BURROWS: I heard the debate and the debate I heard said that this was to benefit the small policyholders and that it was to stop the outflow of cash to the large policyholders and I think this amendment fits very well with the consistency of the debate that was offered.

SENATOR STONEY: Thank you, Senator Burrows. I'd just like to make the point again. Gentlemen, lady of the Legislature, this particular bill with this amendment setting the amount at \$50,000 would not be workable. It would be discriminatory and I suggest we use the tried and true statute that we continue to have.

PRESIDENT: Senator Burbach.

SENATOR BURBACH: Mr. President, members of the Legislature, I too rise in opposition of this amendment because there would be no way to administer it. Supposing someone, if there were, Senator Stoney says there are very few, but even if that few, there would be ways of manipulating to borrow, not the entire amount but a portion of it. As he indicated, there are very few bills, policies that have that type of a loan value. These are generally short term duration loans, necessary to get over the hill and at 8 percent we're talking about down the road a long ways. We're not talking about currently. All of those policies that are in existence today will be at 6 percent because of the contract that written into their policy. So, I would be hopeful that we will not adopt that amendment and we move along with the bill.

PRESIDENT: Senator Cavanaugh, are you ready to close debate by way of reply?

SENATOR CAVANAUGH: Well, I'd have some questions first, if I can do that?

PRESIDENT: Okay.

SENATOR CAVANAUGH: Senator Stoney, would you yield?

SENATOR STONEY: Yes.

SENATOR CAVANAUGH: Senator Stoney, in the original debate on this, I thought that the proposition was that we were trying to prevent or discourage large policyholders from borrowing under the policy because it depleted the reserves of the company.

SENATOR STONEY: That's correct.

SENATOR CAVANAUGH: And then you passed out a sheet that gave the level of loans in certain categories. Under certain categories of policy.

SENATOR STONEY: Correct.